

DRAFT
FINANCIAL STATEMENTS

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MEMPHIS SHELBY CRIME COMMISSION

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**FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2018**

ACCOUNTANT'S COMPILATION REPORT

The Board of Directors
Memphis Shelby Crime Commission
Memphis, Tennessee

Management is responsible for the accompanying financial statements of Memphis Shelby Crime Commission (a nonprofit organization) which comprise the Statement of Financial Position as of September 30, 2018 and the related Statements of Activities and Changes in Net Assets - Actual and Budgeted for the one month and year to date periods then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the accompanying financial statements, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and statement of cash flows were included in the financial statements, they might influence the user's conclusions about the organization's financial position, changes in net assets and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The accompanying annual budgeted information of Memphis Shelby Crime Commission for the year ended September 30, 2018, that is presented in comparison with the statements of activities, has not been compiled or examined by us and, accordingly, we do not express an opinion or any other form of assurance on it.

We are not independent with respect to Memphis Shelby Crime Commission.

Whiteton, Janke, Bailey & Davis, PLLC

October 16, 2018
Memphis, Tennessee

**MEMPHIS SHELBY CRIME COMMISSION
STATEMENT OF FINANCIAL POSITION
As of September 30, 2018**

ASSETS

CURRENT ASSETS

Cash-Non-interest Bearing	\$ 101,109.17
Restricted Cash-MPD Recruit/Retain Initiative	801,350.00
Pledges Receivable	117,531.00
Allowance for Doubtful Accounts	(11,522.00)
Pledges Receivable-MPD Recruit/Retain	25,000.00
Accounts Receivable	3,612.36
Prepaid Expenses	<u>6,636.54</u>

Total Current Assets 1,043,717.07

PROPERTY AND EQUIPMENT

Furniture and Fixtures	14,933.88
Computer Equipment and Software	23,823.27
Accumulated Depreciation	<u>(32,174.00)</u>
	<u>6,583.15</u>

Net Property and Equipment

OTHER ASSETS

Security Deposit-Noncurrent	1,899.00
Pledge Receivable-Noncurrent	138,150.00
Pledge Receivable-MPD Recruit/Retain-Noncurrent	2,305,000.00
Less Discount on Long Term Promises to Give	(91,800.00)
Allowance for Doubtful Accounts - Long Term	<u>(19,222.00)</u>

Total Other Assets 2,334,027.00

TOTAL ASSETS \$ 3,384,327.22

**MEMPHIS SHELBY CRIME COMMISSION
STATEMENT OF FINANCIAL POSITION
As of September 30, 2018**

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts Payable	\$ 1,305.89
Accrued Expenses	2,890.00
State Unemployment Tax	(23.80)
Accrued PTO	6,915.00
Unearned Revenue	<u>300.00</u>

Total Current Liabilities 11,387.09

LONG-TERM LIABILITIES

Grants Payable	4,171,850.00
Discount on Grants Payable	<u>(251,957.00)</u>

Total Long-Term Liabilities 3,919,893.00

Total Liabilities 3,959,280.09

NET ASSETS

Unrestricted Net Assets, Beginning of Year	(5,629,481.70)
Increase (Decrease) in Unrestricted Net Assets	1,997,711.75
Temporarily Restricted Net Assets, Beginning of Year	3,756,802.58
Increase (Decrease) in Temporarily Restricted Net Assets	<u>(671,985.50)</u>

Total Net Assets (546,952.87)

TOTAL LIABILITIES AND NET ASSETS \$ 3,384,327.22

**MEMPHIS SHELBY CRIME COMMISSION
STATEMENT OF ACTIVITIES AND
CHANGES IN NET ASSETS - ACTUAL AND BUDGETED**

	Month Ended September 30, 2018 Actual	12 Months Ended September 30, 2018 Actual	12 Months Ended September 30, 2018 Budget	Year to Date Budget Variance	Annual Budget
Unrestricted Net Assets					
Revenue					
Contributions	\$ 7,000.00	\$ 374,281.00	\$ 374,281.00	\$ 11,961.34	\$ 11,961.34
Employee Leasing Income					
Miscellaneous other revenue and support	289.66	8,255.68	8,255.68	8,255.68	8,255.68
Total Revenue	<u>7,289.66</u>	<u>394,498.02</u>	<u>394,498.02</u>	<u>394,498.02</u>	<u>394,498.02</u>
Reclassifications					
Revenue released from restrictions					
Total Reclassifications	<u>333,333.00</u>	<u>2,545,149.50</u>	<u>2,545,149.50</u>	<u>2,545,149.50</u>	<u>2,545,149.50</u>
Total Revenue and Reclassifications	<u>340,622.66</u>	<u>2,939,647.52</u>	<u>2,939,647.52</u>	<u>2,939,647.52</u>	<u>2,939,647.52</u>
Expenses					
Salaries	21,818.49	24,711.91	249,000.00	1,880.09	249,000.00
PTO Expense	(5,304.49)	6,915.00	-	(6,915.00)	-
Payroll Taxes	1,669.11	20,715.47	22,000.00	1,284.53	22,000.00
Employee Benefits	1,957.28	22,908.19	21,000.00	(1,908.19)	21,000.00
Rent	1,543.00	34,598.00	41,500.00	6,902.00	41,500.00
Postage	-	1,405.81	1,000.00	(409.81)	1,000.00
Publications	-	-	1,500.00	1,500.00	1,500.00
Printing	225.61	7,187.00	8,000.00	813.00	8,000.00
Office Supplies	98.96	2,124.41	4,000.00	1,875.59	4,000.00
Telephone	309.60	3,743.51	5,000.00	1,256.49	5,000.00
Meals & Entertainment	-	78.21	1,000.00	921.79	1,000.00
Parking	-	28.22	200.00	171.78	200.00
Conferences & Meetings	-	1,998.88	5,000.00	3,001.12	5,000.00
Travel	8.18	316.88	2,000.00	1,683.12	2,000.00
U of M Payments	-	502,376.00	505,000.00	2,624.00	505,000.00
Insurance	232.42	3,264.00	3,500.00	236.00	3,500.00
Media Advertising	50.00	600.00	-	(600.00)	-
Legal Fees	-	260.00	300.00	40.00	300.00
Audit Fees	-	15,155.00	14,000.00	(1,155.00)	14,000.00

See Accountant's Compilation Report

**MEMPHIS SHELBY CRIME COMMISSION
STATEMENT OF ACTIVITIES AND
CHANGES IN NET ASSETS - ACTUAL AND BUDGETED**

	Month Ended September 30, 2018 Actual	12 Months Ended September 30, 2018 Actual	12 Months Ended September 30, 2018 Budget	Year to Date Budget Variance
Accounting Fees	650.00	9,631.29	11,000.00	1,368.71
Other Professional Services	-	-	2,000.00	2,000.00
Equipment Maintenance/Rental	-	101.65	2,500.00	2,398.35
Bank Fees	-	71.70	-	(71.70)
Miscellaneous	170.98	6,044.56	1,000.00	(5,044.56)
Late Fees	-	103.00	-	(103.00)
Interest Expense	-	9.74	-	(9.74)
Consultant	-	36,880.00	39,000.00	2,120.00
Software and Updates	2,240.00	7,297.00	5,000.00	(2,297.00)
Web Maintenance and Redesign	1,187.00	1,770.34	4,000.00	2,229.66
Capital Expenditures	-	-	2,500.00	2,500.00
Training and Education	-	-	1,500.00	1,500.00
Mentoring Program Expenses	-	9,228.00	16,000.00	6,772.00
Total Expenses	26,436.45	941,935.77	968,500.00	26,564.23
Increase (Decrease) in Unrestricted Net Assets	313,761.24	1,997,711.75	(968,500.00)	2,966,211.75
Temporarily Restricted Net Assets				
Revenue	358,333.00	1,873,164.00	-	1,873,164.00
Temporarily Restricted Contributions	-	-	-	-
Discount on Long Term Promises	-	-	-	-
Total Revenue	358,333.00	1,873,164.00	-	1,873,164.00
Reclassifications				
Net Assets Released from Restrictions	(333,333.00)	(2,545,149.50)	-	(2,545,149.50)
Total Reclassifications	(333,333.00)	(2,545,149.50)	-	(2,545,149.50)
Increase (Decrease) in Temporarily Restricted Net Assets	25,000.00	(671,985.50)	-	(671,985.50)
Increase (Decrease) in Net Assets	338,766.21	1,325,726.25	(968,500.00)	\$ 2,294,226.25
Net Assets, beginning of period	(885,719.08)	(1,872,679.12)	(1,872,679.12)	\$ (968,500.00)
Net Assets, end of period	\$ (546,952.87)	\$ (546,952.87)	\$ (2,841,179.12)	\$ (2,841,179.12)

See Accountant's Compilation Report